Message Text

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E.O. 11652: N/A

TAGS: ELAB, ECON, UK

SUBJECT: IS THE ENGLISH DISEASE MOVING NORTH?

SYNOPSIS: LOW PRODUCTIVITY THREATENS SCOTTISH JOBS AT THREE DIFFERENT COMPANIES.

LOW PRODUCTIVITY IS CURRENTLY THREATENING AT LEAST 15,000 SCOTTISH JOBS AT CLYDESIDE. THIS HAS BEEN UNDERLINED BY ANNOUNCEMENTS FROM CHRYSLER ABOUT THEIR LINWOOD PLANT, BRITISH LEYLAND ABOUT THEIR FACTORIES AT BATHGATE AND GLASGOW AND NOW BY SINGER ABOUT THEIR PLANT AT CLYDEBANK.

THE AMERICAN MANAGER OF SINGER STATED YESTERDAY THAT HIS SCOTTISH FACTORY HAS THE LOWEST PRODUCTIVITY OF ANY OF THE COMPANY'S MAJOR ESTABLISHMENTS IN THE REST OF THE WORLD. HIS PLANT, WITH 3,000 EMPLOYEES HAS AN ANNUAL OUTPUT OF 440,000 HOUSEHOLD SEWINGS MACHINES WHILE SINGLE WORLDWIDE PRODUCES 400,000 MACHINES WITH 2,000 EMPLOYEES.

THE MANAGER MR. LARRY NEELY, WAS QUOTED AS SAYING "IT IS A SHAME THAT A COUNTRY LIKE BRITAIN, WHICH WAS IN THE FOREFRONT OF THE INDUSTRIAL REVOLUTION, IS AT THE BOTTOM OF THE HEAP IN THE WORLD-WIDE PRODUCTIVITY TABLE."

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HIS STATEMENT CAME AFTER 4000 WORKERS MET YESTERDAY TO DISCUSS SOME 2800 JOBS THREATENED AS PART OF THE COMPANY'S PROPOSED PLAN TO SLOWLY RUN DOWN THE PLANT. THE WORKERS CALLED FOR MORE REINVESTMENT INTO PLANT AND ACCUSED SINGER OF SUCKING AWAY ALL THE PROFITS THEY COULD IN THE LAST 100 YEARS WITHOUT PUTTING ANYTHING BACK.

TOMORROW SCOTTISH SHOP STEWARDS JOIN TRADE UNION OFFICIALS IN TALKS WITH BRITISH LEYLAND TO DISCUSS THEIR PRODUCTIVITY PROBLEMS. ON THE WHOLE LEYLAND HAS REACHED ONLY ABOUT 70 PER CENT OF ITS TARGET BUT THEIR PLANT AT BATHGATE HAS RECENTLY SLUMPED TO ONLY 54 PER CENT.

AMERICAN EXECUTIVES OF CHRYSLER WILL BE AT LINWOOD IN A COUPLE OF WEEKS TO REVIEW THE PLANTS PRODUCTIVITY WHICH HAS FALLEN TO 68 PER CENT OF TARGET.

COMMENT: ALL IN ALL THINGS DON'T LOOK TO BRIGHT ON THE CLYDE THESE DAYS AND IT ALL CAN'T BE BLAMED ON THE WORLD CUP.DOBBS

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